Washington State Institute for Public Policy

Benefit-Cost Results

Teen Intervene

Benefit-cost estimates updated June 2016. Literature review updated June 2016.

Current estimates replace old estimates. Numbers will change over time as a result of model inputs and monetization methods.

The WSIPP benefit-cost analysis examines, on an apples-to-apples basis, the monetary value of programs or policies to determine whether the benefits from the program exceed its costs. WSIPP's research approach to identifying evidence-based programs and policies has three main steps. First, we determine "what works" (and what does not work) to improve outcomes using a statistical technique called meta-analysis. Second, we calculate whether the benefits of a program exceed its costs. Third, we estimate the risk of investing in a program by testing the sensitivity of our results. For more detail on our methods, see our Technical Documentation.

Program Description: Teen Intervene is a brief motivational intervention for students using alcohol or drugs. School counselors identify youth suspected of using alcohol or drugs. Youth are then screened for substance abuse. Those meeting eligibility receive two 60-minute motivational interviews 7 to 10 days apart. In some of the studies included here the counselor also met separately with the parent, typically in the home.

Benefit-Cost Summary Statistics Per Participant							
Benefits to:							
Taxpayers	\$912	Benefit to cost ratio	\$9.44				
Participants	\$1,729	Benefits minus costs	\$3,215				
Others	\$1,108	Chance the program will produce					
Indirect	(\$154)	benefits greater than the costs	96 %				
Total benefits	\$3,596						
Net program cost	(\$381)						
Benefits minus cost	\$3,215						

The estimates shown are present value, life cycle benefits and costs. All dollars are expressed in the base year chosen for this analysis (2015). The chance the benefits exceed the costs are derived from a Monte Carlo risk analysis. The details on this, as well as the economic discount rates and other relevant parameters are described in our Technical Documentation.

Detailed Monetary Benefit Estimates Per Participant Benefits from changes to:1 Benefits to: **Participants** Others² Indirect3 **Taxpayers** Total Crime \$84 \$219 \$345 \$0 \$42 Labor market earnings associated with high school \$1,851 \$841 \$849 \$0 \$3,541 graduation Health care associated with alcohol abuse or \$14 \$81 \$77 \$41 \$214 dependence Property loss associated with alcohol abuse or \$3 \$0 \$6 \$0 \$10 dependence Costs of higher education (\$141)(\$93)(\$43)(\$47)(\$324)Adjustment for deadweight cost of program \$0 \$0 \$0 (\$190)(\$190)\$1,729 \$912 \$3,596 Totals \$1,108 (\$154)

³"Indirect benefits" includes estimates of the net changes in the value of a statistical life and net changes in the deadweight costs of taxation.

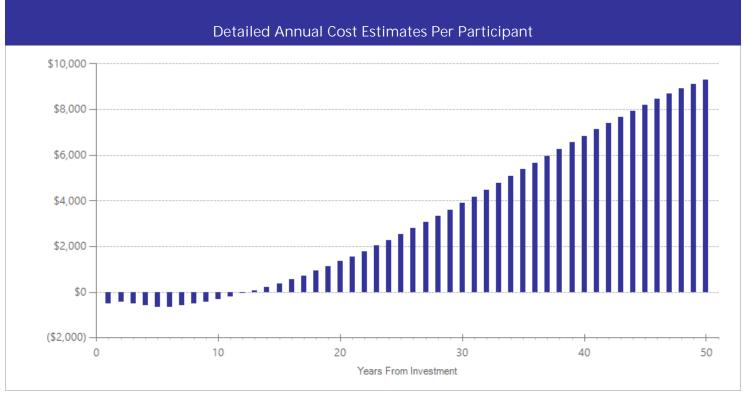
Detailed Annual Cost Estimates Per Participant								
	Annual cost	Year dollars	Summary					
Program costs Comparison costs	\$379 \$0	2014 2014	Present value of net program costs (in 2015 dollars) Cost range (+ or -)	(\$381) 10 %				

Per-participant cost was estimated by multiplying the therapist time for two interviews times the rates for family therapy based on actuarial tables reported for non- disabled adults in Mercer (2013) Behavioral Health Data Book for the State of Washington For Rates Effective January 1, 2014. Half of the families in the studies also received a parent visit with the therapist. Family visits were estimated assuming therapist visits last 1 hour 30 minutes. Additional costs were added to account for screening, assuming 15 minutes of therapist time to screen students and that 70% of those screened are eligible for the intervention (personal communication with Ken Winters, Univ. of Minnesota, May 26, 2016.)

The figures shown are estimates of the costs to implement programs in Washington. The comparison group costs reflect either no treatment as usual, depending on how effect sizes were calculated in the meta-analysis. The cost range reported above reflects potential variation or uncertainty in the cost estimate; more detail can be found in our Technical Documentation.

¹In addition to the outcomes measured in the meta-analysis table, WSIPP measures benefits and costs estimated from other outcomes associated with those reported in the evaluation literature. For example, empirical research demonstrates that high school graduation leads to reduced crime. These associated measures provide a more complete picture of the detailed costs and benefits of the program.

²"Others" includes benefits to people other than taxpayers and participants. Depending on the program, it could include reductions in crime victimization, the economic benefits from a more educated workforce, and the benefits from employer-paid health insurance.



The graph above illustrates the estimated cumulative net benefits per-participant for the first fifty years beyond the initial investment in the program. We present these cash flows in non-discounted dollars to simplify the "break-even" point from a budgeting perspective. If the dollars are negative (bars below \$0 line), the cumulative benefits do not outweigh the cost of the program up to that point in time. The program breaks even when the dollars reach \$0. At this point, the total benefits to participants, taxpayers, and others, are equal to the cost of the program. If the dollars are above \$0, the benefits of the program exceed the initial investment.

Meta-Analysis of Program Effects										
Outcomes measured	No. of effect N sizes	Treatment N	Adjusted effect sizes and standard errors used in the benefit- cost analysis					(random effects		
			First time ES is estimated		Second time ES is estimated			model)		
			ES	SE	Age	ES	SE	Age	ES	p-value
Cannabis use in high school	2	259	-0.292	0.183	17	-0.040	0.274	19	-0.292	0.109
Substance abuse	2	52	-0.759	0.265	17	-0.104	0.397	19	-0.759	0.004
Youth binge drinking	4	311	-0.844	0.172	17	-0.116	0.258	19	-0.844	0.001

Meta-analysis is a statistical method to combine the results from separate studies on a program, policy, or topic in order to estimate its effect on an outcome. WSIPP systematically evaluates all credible evaluations we can locate on each topic. The outcomes measured are the types of program impacts that were measured in the research literature (for example, crime or educational attainment). Treatment N represents the total number of individuals or units in the treatment group across the included studies.

An effect size (ES) is a standard metric that summarizes the degree to which a program or policy affects a measured outcome. If the effect size is positive, the outcome increases. If the effect size is negative, the outcome decreases.

Adjusted effect sizes are used to calculate the benefits from our benefit cost model. WSIPP may adjust effect sizes based on methodological characteristics of the study. For example, we may adjust effect sizes when a study has a weak research design or when the program developer is involved in the research. The magnitude of these adjustments varies depending on the topic area.

WSIPP may also adjust the second ES measurement. Research shows the magnitude of some effect sizes decrease over time. For those effect sizes, we estimate outcome-based adjustments which we apply between the first time ES is estimated and the second time ES is estimated. We also report the unadjusted effect size to show the effect sizes before any adjustments have been made. More details about these adjustments can be found in our Technical Documentation.

Citations Used in the Meta-Analysis

Winters, K. C., & Leitten, W. (2007). Brief intervention for drug-abusing adolescents in a school setting. *Psychology of Addictive Behaviors: Journal of the Society of Psychologists in Addictive Behaviors*, 21(2), 249-54.

Winters, K.C., Fahnhorst, T., Botzet, A., Lee, S., & Lalone, B. (2012). Brief intervention for drug-abusing adolescents in a school setting: Outcomes and mediating factors. *Journal of Substance Abuse Treatment*, 42(3), 279-288.

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Washington State Institute for Public Policy

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